

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

\* \* \* \* \*

In the Matter of:

THE APPLICATION OF REID VILLAGE WATER )  
DISTRICT, OF MONTGOMERY COUNTY, KEN- )  
TUCKY, FOR (1) A CERTIFICATE OF )  
PUBLIC CONVENIENCE AND NECESSITY, )  
AUTHORIZING AND PERMITTING SAID WATER )  
DISTRICT TO CONSTRUCT A WATERWORKS )  
CONSTRUCTION PROJECT, CONSISTING OF ) CASE NO. 9012  
EXTENSIONS, ADDITIONS, AND IMPROVE- )  
MENTS TO THE EXISTING WATERWORKS )  
SYSTEM OF THE DISTRICT; (2) APPROVAL )  
OF THE PROPOSED PLAN OF FINANCING OF )  
SAID PROJECT; AND (3) APPROVAL OF THE )  
INCREASED WATER RATES PROPOSED TO BE )  
CHARGED BY THE DISTRICT TO CUSTOMERS )  
OF THE DISTRICT. )

O R D E R

IT IS ORDERED that Reid Village Water District ("Reid Village") shall file an original and six copies of the following information with this Commission by July 3, 1984. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case may be dismissed.

1. Provide a breakdown of the new construction costs, classified into appropriate plant accounts in accordance with the Uniform System of Accounts for Class C Water Utilities prescribed by this Commission.

2. Provide the amount of monthly rent paid by Reid Village in 1983 for office space and the owner(s) of the building in which the office(s) is/are located.

3. Provide itemized invoices from Mid States Meter and Supply (paid by check numbers 1493, 1541, 1554, and 1569) and Leonard Barrow (paid by check number 1640) for 1983. In the opinion of Reid Village, should any of the items on these invoices be reclassified and capitalized rather than expensed? Please explain.

4. Provide the basis (e.g., mileage, actual cost, etc.) for the flat rate of \$171.50 paid to Mr. Ellsworth Markland monthly from February through December of 1983 for a travel allowance.

5. For all investments held during the test period, provide:

- a. the face amount;
- b. date of issue;
- c. maturity date;
- d. rate of interest;
- e. date redeemed;
- f. period of interest earned; and
- g. interest earned during the test period.

A sample format is attached to this Order. The total amount of interest and dividend income for 1983 should agree with the amount in Account No. 419 of the 1983 Annual Report.

6. Provide supporting computations for the proposed adjustment to interest income of \$3,963.

7. In response to Item No. 18 of the Order dated May 3, 1984, Reid Village provided copies of bills for water purchased during the test period from Mt. Sterling Water and Sewer System.

In response to the Order of April 11, 1984, a schedule of month-by-month revenues and operating expenses was provided. Provide an explanation for the fact that figures shown on Exhibit IV of the response to the Order dated May 3, 1984, do not correspond to the month-by-month figures for purchased water expense.

Done at Frankfort, Kentucky, this 22nd day of June, 1984.

PUBLIC SERVICE COMMISSION

  
For the Commission

ATTEST:

\_\_\_\_\_  
Secretary

REID VILLAGE WATER DISTRICT  
Case No. 9012

Investments Held During the Test Period

| <u>Type and<br/>Face<br/>Amount</u> | <u>Date<br/>of<br/>Issue</u> | <u>Date<br/>of<br/>Maturity</u> | <u>Rate<br/>of<br/>Interest</u> | <u>Date<br/>Redeemed</u> | <u>Period of<br/>Interest<br/>Earned</u> | <u>Interest/<br/>Dividends<br/>Earned</u> |
|-------------------------------------|------------------------------|---------------------------------|---------------------------------|--------------------------|--|---|
| (e.g., CD,<br>\$10,000)             |                              |                                 |                                 |                          | (e.g., 90<br>days, 6<br>months,<br>etc.) |   |